

**CUESTA COLLEGE FEDERATION OF TEACHERS, LOCAL 4909**  
Statement of Modified General Fund Expenses and Allocation Between  
Chargeable Expenses and Nonchargeable Expenses  
For the Year Ended June 30, 2016

(With Independent Auditor's Report Thereon)

# *Rita C. Villa*

Certified Public Accountant

## **Independent Auditor's Report**

Cuesta College Federation of Teachers, Local 4909 :

### **Report on Financial Statement**

I have audited the accompanying statement of modified general fund expenses and allocation between chargeable expenses and nonchargeable expenses and related notes of the Cuesta College Federation of Teachers, Local 4909 (the "Federation") for the year ended June 30, 2016 (the "Financial Statement").

### **Management's Responsibility for the Financial Statement**

Management is responsible for the preparation and fair presentation of this Financial Statement in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the Financial Statement that is free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

My responsibility is to express an opinion on the Financial Statement based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the Financial Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statement. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Financial Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Financial Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the Financial Statement.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### **Opinion**

In my opinion, the Financial Statement referred to above presents fairly, in all material respects, the expenses of the general fund of the Federation for the year ended June 30, 2016, with regard to the accounting policies explained in Note 2, and the allocated expenses between chargeable expenses and nonchargeable expenses, on the basis of the definitions and significant factors and assumptions described in Notes 3 and 4, in accordance with accounting principles generally accepted in the United States of America.

### **Emphasis of Matter**

I draw attention to Note 2(a) to the Financial Statement, which describes that the Financial Statement was prepared for the purpose of complying with the legislation regarding the determination of fair share service fee and is not intended to be a complete presentation of the revenues and expenses of the Federation's general fund. My opinion is not modified with respect to this matter.

### **Restriction on Use**

This report is intended solely for the information and use of the Federation and its fair share fee payers, and is not intended to be used by anyone other than these specified parties and should not be used for any other purpose.



December 23, 2016

**CUESTA COLLEGE FEDERATION OF TEACHERS, LOCAL 4909**

Statement of Modified General Fund Expenses and Allocation  
Between Chargeable Expenses and Nonchargeable Expenses

For the Year Ended June 30, 2016

	<u>Column A</u>	<u>Column B</u>	<u>Column C</u>	
	Total	Chargeable	Nonchargeable	
	<u>Expenses</u>	<u>Expenses</u>	<u>Expenses</u>	<u>Notes</u>
American Federation of Teachers Per Capita Taxes	\$ 58,088	\$ 36,317	\$ 21,771	4(a)
California Federation of Teachers Per Capita Taxes	134,846	108,996	25,850	4(a)
Other Per Capita Taxes	6,142	0	6,142	4(a)
Members' Insurance	1,304	0	1,304	4(b)
Stipends & Organizational Leave	43,292	38,846	4,446	4(c)
Good and Welfare	2,000	0	2,000	4(d)
Conferences & Conventions	4,450	4,417	33	4(e)
Union Elections	424	424	0	4(f)
Legal	41,022	41,022	0	4(g)
Printing & Web Site	3,328	2,980	348	4(h)
Office	<u>1,573</u>	<u>1,411</u>	<u>162</u>	4(h)
Total	296,469	234,413	62,056	
Less: CFT Staff Funding	(41,778)	(41,778)	0	4(i)
Organizing Grant	<u>(550)</u>	<u>0</u>	<u>(550)</u>	4(i)
 Total Expenses	 <u>\$254,141</u>	 <u>\$192,635</u>	 <u>\$61,506</u>	
 Percentage	 <u>100.00%</u>	 <u>75.80%</u>	 <u>24.20%</u>	

See independent auditor's report and accompanying notes.